

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02498A
Tierra Mesa Estates Water Company, Inc.
PO Box 4893
Yuma, AZ 85366

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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RECEIVED

APR 09 2007

AZ CORP COMM
Director Utilities

FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-10-07 RF

SCANNED

5-11-07

COMPANY INFORMATION

Company Name (Business Name) <u>Tierra Mesa ESTATES WATER CO, INC</u>			
Mailing Address <u>PO Box 4893</u>			
<u>Yuma</u> (City)		<u>AZ</u> (State)	<u>85366-4893</u> (Zip)
<u>928-341-9685</u> Telephone No. (Include Area Code)	<u>928-341-9196</u> Fax No. (Include Area Code)	<u>928-920-2994</u> Pager/Cell No. (Include Area Code)	
Email Address <u>TierraMesaWATER@AOL.COM</u>			
Local Office Mailing Address <u>SAME</u>			
<u></u> (City)		<u></u> (State)	<u></u> (Zip)
<u></u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)	
Email Address <u></u>			

MANAGEMENT INFORMATION

Management Contact: <u>Nancy Miller</u>		<u>Manager</u>	
<u>PO Box 5450</u> (Street)		<u>Yuma</u> (City)	<u>AZ 85366</u> (State) (Zip)
<u>928-341-9685</u> Telephone No. (Include Area Code)	<u>928-341-9196</u> Fax No. (Include Area Code)	<u>928-920-2994</u> Pager/Cell No. (Include Area Code)	
Email Address <u>SAME</u>			
On Site Manager: <u>SAME</u>			
<u></u> (Street)		<u></u> (City)	<u></u> (State) (Zip)
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Pager/Cell No. (Include Area Code)	
Email Address <u></u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Nancy Miller
 (Name)

4743 E. 30th Pl Yuma AZ 85365
 (Street) (City) (State) (Zip)

928-341-9685 928-341-9196 928-920-2994
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: _____
 (Name)

 (Street) (City) (State) (Zip)

 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S) ☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P) ☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B) ☐ Association/Co-op (A)

☐ Receivership (R) ☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE ☐ COCHISE ☐ COCONINO

☐ GILA ☐ GRAHAM ☐ GREENLEE

☐ LA PAZ ☐ MARICOPA ☐ MOHAVE

☐ NAVAJO ☐ PIMA ☐ PINAL

☐ SANTA CRUZ ☐ YAVAPAI ☒ YUMA

☐ STATEWIDE

COMPANY NAME

Tierra Mesa Estates Water Co., Inc

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	-	-	-
302	Franchises	-	-	-
303	Land and Land Rights	5785	-	5785
304	Structures and Improvements	48,316	26,044	22,272
307	Wells and Springs	147,291	66,710	80,581
311	Pumping Equipment	166,559	93,814	72,745
320	Water Treatment Equipment	52,044	27,324	24,720
330	Distribution Reservoirs and Standpipes	-	-	-
331	Transmission and Distribution Mains	69,755	33,136	36,619
333	Services	18,750	17,817	933
334	Meters and Meter Installations	10,020	7676	2344
335	Hydrants	13,705	6565	7140
336	Backflow Prevention Devices	-	-	-
339	Other Plant and Misc. Equipment	1636	1148	488
340	Office Furniture and Equipment	2913	2913	-
341	Transportation Equipment	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communication Equipment	-	-	-
347	Miscellaneous Equipment	2786	2332	454
348	Other Tangible Plant	176,771	48,082	128,689
	TOTALS	716,331	333,561	382,770

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Tierra Mesa Estates Water Co Inc

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	—	—	—
302	Franchises	—	—	—
303	Land and Land Rights	5785	—	—
304	Structures and Improvements	48316	2.5-10%	1922
307	Wells and Springs	147,291	5-10%	7703
311	Pumping Equipment	166,559	5-10%	8360
320	Water Treatment Equipment	52,044	4-5%	2596
330	Distribution Reservoirs and Standpipes	—	—	—
331	Transmission and Distribution Mains	69,755	2.5%	1744
333	Services	18,750	5%	938
334	Meters and Meter Installations	10,020	5%	502
335	Hydrants	13705	2.5-5%	390
336	Backflow Prevention Devices	—	—	—
339	Other Plant and Misc. Equipment	1636	5%	82
340	Office Furniture and Equipment	2913	10-20%	67
341	Transportation Equipment	—	—	—
343	Tools, Shop and Garage Equipment	—	—	—
344	Laboratory Equipment	—	—	—
345	Power Operated Equipment	—	—	—
346	Communication Equipment	—	—	—
347	Miscellaneous Equipment	2786	5-10%	162
348	Other Tangible Plant	176,771	10-14%	7507
	TOTALS	716,331	—	31,913

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME *Tierra Mesa Estates Water Co, Inc*

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 147,147	\$ 56,083
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	7472	98.35
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	3397	256
174	Miscellaneous Current and Accrued Assets	7822	8945
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 165,838	\$ 75,119
	FIXED ASSETS		
101	Utility Plant in Service	\$ 586,471	\$ 716,331
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<301,648>	<333,561>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 284,823	\$ 382,770
	TOTAL ASSETS	\$ 450,661	\$ 457,889

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME *Tierra Mesa Estates Water Co, Inc.*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	200	e
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 200	\$ e
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ e	\$ e
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ e	\$ e
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	40,376	40,376
272	Less: Amortization of Contributions	<32,554>	<34,573>
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 7822	\$ 5803
	TOTAL LIABILITIES	\$ 8022	\$ 5803
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 545,527	\$ 545,527
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	<102,888>	<93,441>
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 442,639	\$ 452,086
	TOTAL LIABILITIES AND CAPITAL	\$ 450,661	\$ 457,889

COMPANY NAME *Tierra Mesa Estates Water Co. Inc*

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 112,834	\$ 149,096
460	Unmetered Water Revenue		
474	Other Water Revenues	287	0
	TOTAL REVENUES	\$ 113,121	\$ 149,096
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	9427	12,494
618	Chemicals	2374	3392
620	Repairs and Maintenance	16313	3127
621	Office Supplies and Expense	1282	2532
630	Outside Services	29,889	43,797
635	Water Testing	4029	1253
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	2496	2052
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	420	431
403	Depreciation Expense	28,455	31,913
408	Taxes Other Than Income	9225	10,310
408.11	Property Taxes	4077	11,759
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 107,987	\$ 123,060
	OPERATING INCOME/(LOSS)	\$ 5134	\$ 26,036
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ 5,134	\$ 26,036

COMPANY NAME *Tierra Mesa Estates Water Co. Inc*

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ <i>Done</i>	\$	\$	\$
Amount Outstanding	\$ <i>Done</i>	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	<i>Tierra Mesa Estates Water Co., Inc</i>
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-513889</i>	<i>15</i>	<i>235</i>		<i>8"</i>	<i>4"</i>	
<i>55-806428</i>	<i>15</i>	<i>200</i>		<i>8"</i>	<i>4"</i>	
<i>55-575525</i>	<i>40</i>	<i>600</i>		<i>10"</i>	<i>6"</i>	<i>1999</i>

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>10</i>	<i>2</i>	<i>5</i>	
<i>15</i>	<i>2</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>100,000</i> <i>new</i>	<i>1</i>	<i>1000</i>	<i>1</i>
<i>37,600</i>	<i>1</i>	<i>3000</i>	<i>1</i> <i>new</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME <i>Tierra Mesa Estates Water Co Inc</i>	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	1200
5		
6	ACP	660
8	ACP	1560
10		
12	PVC	780
4"		5866
6"		1850
8"		7893

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	231
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

12' x 16' CMU Chemical Shed Bldg, 210 LF 6' CMU Fence, 270' LF 6' Chain Link Fence, 16' x 19' CMU Concrete Containment Structure for caustic storage tank 3' x 8' High. Area lighting standards on concrete base

STRUCTURES:

OTHER:

1 80 Kw Generator w/AUTO Transfer Switch, 35 gal Liquid Chlorine Tank w metering pump, various Testing equipment, hoses, handpumps, water shut off tools, hand truck, protective clothing.

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <i>Tierra Mesa Estates Water Co, Inc</i>	
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	<i>227</i>	<i>2887</i>	<i>2889</i>	
FEBRUARY	<i>227</i>	<i>2790</i>	<i>2792</i>	
MARCH	<i>231</i>	<i>3926</i>	<i>3932</i>	
APRIL	<i>229</i>	<i>5911</i>	<i>5913</i>	
MAY	<i>230</i>	<i>6584</i>	<i>6584</i>	
JUNE	<i>230</i>	<i>6306</i>	<i>6307</i>	
JULY	<i>231</i>	<i>6396</i>	<i>6396</i>	
AUGUST	<i>230</i>	<i>6304</i>	<i>6306</i>	
SEPTEMBER	<i>230</i>	<i>5574</i>	<i>5580</i>	
OCTOBER	<i>230</i>	<i>3518</i>	<i>3518</i>	
NOVEMBER	<i>231</i>	<i>3418</i>	<i>3418</i>	
DECEMBER	<i>230</i>	<i>3132</i>	<i>3132</i>	
TOTALS →		<i>56746</i>	<i>56767</i>	

What is the level of arsenic for each well on your system? _____ mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (✓) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes () No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Tierra Mesa Estates Water Co. YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 7681.60

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 09 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Robbie J East President</u>
COMPANY NAME <u>Tierra Mesa Estates Water Co INC</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Robbie J East
SIGNATURE OF OWNER OR OFFICIAL
951-361-6329
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3rd DAY OF

COUNTY NAME <u>Riverside</u>	
MONTH <u>April</u>	YEAR <u>2007</u>

(SEAL)

MY COMMISSION EXPIRES May 29, 2009

Samara J Simmons
SIGNATURE OF NOTARY PUBLIC

JURAT

State of California

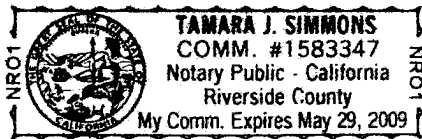
County of Riverside

Subscribed and sworn to (or affirmed) before me on

this 3rd day of April, 2007,

by Robbie Jene East

~~personally known to me~~ or proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me.



(seal)

Signature Tamara J. Simmons

COMPANY NAME _____

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>19,686</u>
Estimated or Actual State Tax Liability	<u>1,372</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>-</u>
Amount of Gross-Up Tax Collected	<u>-</u>
Total Grossed-Up Contributions/Advances	<u>-</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

<u>Robbie J East</u>
SIGNATURE

<u>3-27-07</u>
DATE

<u>Robbie J East</u>
PRINTED NAME

<u>President</u>
TITLE

RECEIVED

APR 09 2007

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Robbie J East President</u>
COMPANY NAME <u>Tierra Mesa Estates Water Co Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 149,096

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 10,265.28

IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Robbie J East
SIGNATURE OF OWNER OR OFFICIAL
951-301-6329
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3RD DAY OF

COUNTY NAME <u>Riverside</u>
MONTH <u>April</u> YEAR <u>2007</u>

(SEAL)

MY COMMISSION EXPIRES

MAY 29, 2009

Lamara J Simmons
SIGNATURE OF NOTARY PUBLIC

JURAT

State of California

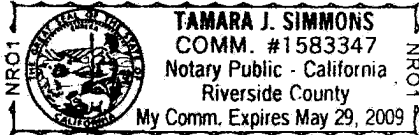
County of RIVERSIDE

Subscribed and sworn to (or affirmed) before me on

this 3rd day of APRIL, 2007,

by Robbie Jene East

personally known to me or proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me.



(seal)

Signature

Tamara J Simmons

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 09 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME) <i>Yuma</i>	
NAME (OWNER OR OFFICIAL) <i>Robbie J East</i>	TITLE <i>President</i>
COMPANY NAME <i>Tierra Mesa Estates Water Co, Inc</i>	

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 149,096

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 10,265.28
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Robbie J East
SIGNATURE OF OWNER OR OFFICIAL
951-301-6329
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

3rd

DAY OF

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME <i>TAMARA J. Simmons</i>	
COUNTY NAME <i>RIVERSIDE</i>	
MONTH <i>April</i>	20 <u>07</u>

X *Tamara J Simmons*
SIGNATURE OF NOTARY PUBLIC

JURAT

State of California

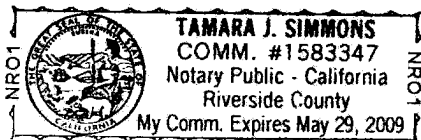
County of Riverside

Subscribed and sworn to (or affirmed) before me on

this 3rd day of APRIL, 2007,

by Robbie Jene East

~~personally known to me~~ or proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me.



(seal)

Signature

Tamara J Simmons



*** Yuma County Treasurer mails tax bills to all property owners. If you have a mortgage on your property and taxes are paid through an impound account, keep this notice for your records.**

For important information
and payment instructions,
see reverse side.

YOUR CHECK IS YOUR RECEIPT



LOCATION ADDRESS		ACCOUNT NUMBER U0000015
LEGAL DESCRIPTION OF PROPERTY		PARCEL IDENTIFICATION
ENTRALLY VALUED PROPERTY ACCOUNT 55-079. PARCEL 104-36-007.		TAX AREA CODE 0130

PRIMARY PROPERTY TAX CALCULATION						
ITEM	Limited Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND AND BLDGS, ETC.	33,072	24.50	8,103	0	8.2764	369.38
PERSONAL PROPERTY	245,928	24.50	60,252	0	8.7764	5,287.96
TOTALS	279,000		68,355	0		5,657.34

SECONDARY PROPERTY TAX CALCULATION						
ITEM	Full Cash Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
AND	12,000	24.50	2,940	0	3.2699	96.14
LDGS, ETC.	21,072	24.50	5,163	0	3.2699	168.82
PERSONAL PROPERTY	245,928	24.00	60,252	0	2.9199	1,759.30
ILS	279,000		68,355	0		2,024.26

2006 TAX SUMMARY	
Primary Ad Valorem Tax	5,657.34
Less State Aid To Education	0.00
Net Primary Ad Valorem Tax	5,657.34
Secondary Ad Valorem Tax	2,024.28
Special District Tax	0.00
TOTAL TAX DUE	7,681.60
HALF TAX	3,840.80

2005 - 2006 TAX COMPARISON

22 Security enhanced document. See back for details.

2454

P.O. BOX 4893
YUMA, AZ 85366
928-341-9685

DATE 10-17-06

91-532/1221
19

PAY TO THE ORDER OF Yuma County Treasurer

\$ 7,681.60

Seven thousand six hundred eighty-one ~~0601~~
© National Bank



National Bank
OF ARIZONA

O F A R I Z O N A

1-800-497-8168

www.nbarizona.com

FOR 104-30007

A Müller

002454 1221053201 0190000241

TOTALS				7,681.60	8,154.19	-472.59

DELINQUENT DATES

1st Half Year Taxes become delinquent on November 1, 2006 at 5:00 PM, unless the full year tax bill exceeds \$100.00 and the full year is paid by December 31, 2006 (excluding delinquencies that are due November 1, 2006).

2nd Half Year Taxes become delinquent on May 1, 2007 at 5:00 PM

PLEASE SEND ALL PAYMENTS TO: Karen Fritz, Yuma County Treasurer, 410 Maiden Lane Ste. C, Yuma, AZ 85364

ACCOUNT NUMBER	U0000015
PARCEL IDENTIFICATION	
TAX AREA CODE	

ACCOUNT NUMBER	U0000015
PARCEL IDENTIFICATION	
TAX AREA CODE	

ACCOUNT NUMBER	U0000015
PARCEL IDENTIFICATION	-----
TAX AREA CODE	0100